STATE OF HAWAII DEPARTMENT OF LAND AND NATURAL RESOURCES Division of State Parks Honolulu, Hawaii 96813

July 22, 2009

Board of Land and Natural Resources State of Hawaii Honolulu, Hawaii

(Kauai)

Consent to Assign General Lease No. SP-122, Curtis and Bonnie Lofstedt and Georgia Poppin Trust, Assignor, to Kelley Carswell-Haneberg and David Carswell, Assignee

APPLICANT:

Curtis and Bonnie Lofstedt and Georgia Poppin Trust, Assignor, to Kelley Carswell-Haneberg and David Carswell, Assignee.

LEGAL REFERENCE:

Section 171-36(a)(5), Hawaii Revised Statutes, as amended.

LOCATION:

Lot 75, Waimea (Kona), Kauai, Tax Map Key: (4)1-4-004:0069, as shown on the attached map labeled Exhibit A.

AREA:

.56 acres, more or less.

TRUST LAND STATUS:

Section 5(b) lands of the Hawaii Admission Act

DHHL 30% entitlement lands pursuant to the Hawaii State Constitution: YES NO X

CHARACTER OF USE:

Recreation - residence.

TERM OF LEASE:

20 years, commencing January 1, 2009, and expiring on December 31, 2029. There is one rental reopening scheduled after ten years.

ANNUAL RENTAL:

\$7000.00.

CONSIDERATION:

\$100.00.

RECOMMENDED PREMIUM:

None.

DCCA VERIFICATION:

N/A because all persons involved are individuals or their trust and not required to register with DCCA.

APPLICANT REQUIREMENTS:

Applicant/assignee shall prepare and submit fully executed assignment of lease.

REMARKS:

Curtis and Bonnie Lofstedt and Georgia Poppin, Trust held the previous lease covering the property.

Act 223 (2008) and board action directed staff to negotiate new leases with existing permit holders so the new lease was issued to Curtis and Bonnie Lofstedt and Georgia Poppin Trust who now wish to assign to Kelley Carswell-Haneberg and David Carswell.

Lessee is in compliance with all lease terms and conditions. There have been no prior defaults.

Assignee has not had a lease, permit, easement or other disposition of State lands terminated within the last five years due to non-compliance with such terms and conditions.

Rent re-opening is not scheduled until after the first ten years of the lease. There are no outstanding rental reopening issues.

RECOMMENDATION:

That the Board consent to the assignment of General Lease No. SP-122 from Curtis and Bonnie Lofstedt and Georgia Poppin, Trust, Assignor, to Kelley Carswell-Haneberg and David Carswell, Assignee, subject to the following:

- 1. No premium to be charged;
- 2. The standard terms and conditions of the most current consent to assignment form, as may be amended from time to time;
- 3. Review and approval by the Department of the Attorney General; and
- 4. Such other terms and conditions as may be prescribed by the Chairperson to best serve the interests of the State.

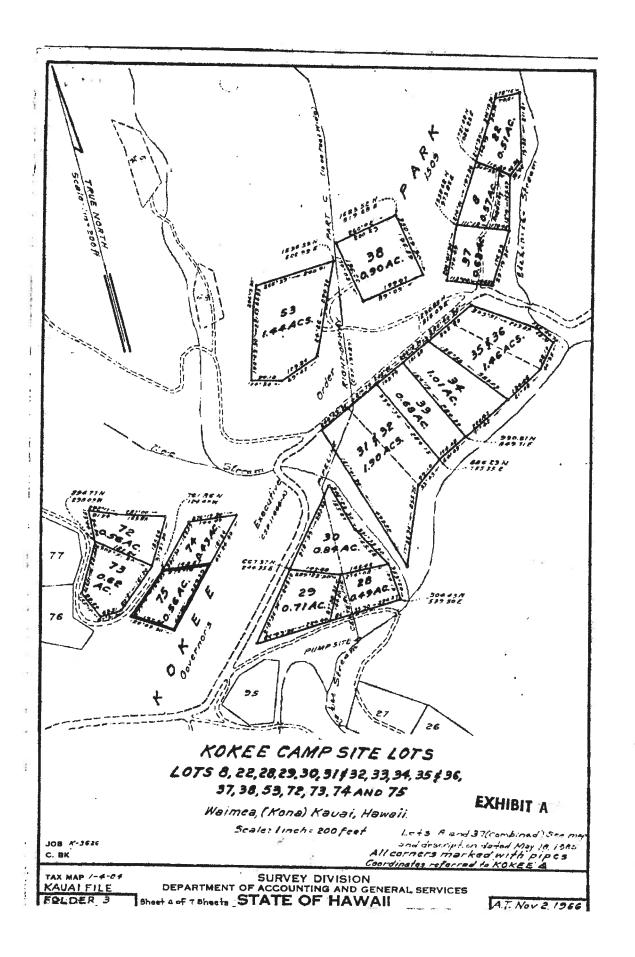
Respectfully Submitted,

Daniel S. Quinn

State Parks Administrator

APPROVED FOR SUBMITTAL:

Laura H. Thiele, Chairperson



February 20, 2009

Dan Quinn
Department of Land and Natural Resources
PO Box 621
Honolulu, Hi 96809

RE: Property Description TMK: 4/1-4-004:069 Lot 75, Kokee Waimea, Kauai

Assignment of Lease # SP-0122

Dear Mr. Quinn,

Thank you for you letter of January 27, 2009 along with the signed Kokee lease. As per your instructions, we are hereby requesting a complete transfer of the above mentioned property to wholly new lesses, from Curtis and Bonnie Lofstedt and Georgia Poppin, Trust, to Kelley Carswell-Haneberg and David Carswell. We are also enclosing a copy of the proposed lease assignment document per your letter.

Due to extreme medical duress (Georgia Poppin) and due to loss of partnership in this lease and economic burdens (Lofstedts), we would like to release our lease assignment to Kelley Carswell-Haneberg and David Carswell who are willing and able to take on the responsibility of this lease for the Kokee property effective immediately.

The Carswells will take over the lease for a mere \$100. There will be no other money for consideration, of any kind, being paid for this transfer.

Thank you for your prompt attention to this matter. We understand that you will submit this request to the Board as soon as possible. We are working with Pat Childs, Esquire, who is assisting with this process. You may contact Mr. Childs at 808-245-2863 if you have any questions or need further information.

Sincerely,

Curtis and Bonnie Lofstedt PO Box 831 Lihue,Hi 96766 Ph: (808) 246-0008

Georgia Poppin, Trust 16965 Lawrence Way Grass Valley, Ca 95949 Ph: (530) 273-6238 Kelley Carswell-Haneberg
PO Box 223340

Princeville, Hi 96722 Ph: (808) 639-7383 David Carswell PO Box 224

Hanalei, Hi 96714 Ph: (808) 826-7485

Copy of proposed lease assignment Cef